

Idaho Legislative Audits  
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## Idaho Wheat Commission

### Audit Report

Issued: September 7, 2004  
Fiscal Year: 2004



## **EXECUTIVE SUMMARY LEGISLATIVE AUDITS**

### **IDAHO WHEAT COMMISSION**

**PURPOSE AND SCOPE.** We have audited the financial statements of Idaho Wheat Commission for the fiscal year ended June 30, 2004, in accordance with auditing standards generally accepted in the United States of America. The purpose of our audit is to determine if the Commission's financial statements are materially accurate and reliable, and that it complied with laws and regulations affecting fiscal operations.

**CONCLUSION.** We conclude that the Commission's financial statements are materially accurate and reliable, and fiscal operations materially comply with related laws and regulations. As a result, we issued an unqualified opinion on the Commission's financial statements.

**FINDINGS AND RECOMMENDATIONS.** There are no findings and recommendations in this report, nor were there any findings and recommendations in the prior report. However, we did suggest minor internal control improvements.

**AGENCY RESPONSE.** The Commission has reviewed the report and is in general agreement with its contents.

**FINANCIAL SUMMARY.** The Commission is funded primarily by a 1½¢ tax per bushel levied against wheat sold in Idaho in the primary channels of trade. The wheat growers are responsible for payment of the tax, which is collected and remitted by the first purchaser of the wheat. The tax collected is used for administration, research, marketing, and promotional activities. A summary of the Commission's financial activity for fiscal year 2004 follows.

**Idaho Wheat Commission – Balance Sheet at June 30, 2004**

		<b><u>Special Revenue Fund</u></b>
<b><u>ASSETS</u></b>		
Cash and Investments		\$2,358,408
Receivables		<u>127,837</u>
Total Assets		<u><u>\$2,486,245</u></u>
 <b><u>LIABILITIES AND FUND BALANCE</u></b>		
Liabilities:		
Accounts Payable		\$120,987
Payroll and Benefits Payable		<u>11,298</u>
Total Liabilities		<u><u>\$132,285</u></u>
Fund Balance:		
Unreserved and Undesignated Fund Balance		<u>\$2,353,960</u>
Total Liabilities and Fund Balance		<u><u>\$2,486,245</u></u>

**Idaho Wheat Commission – Statement of Revenues, Expenditures, and Changes in Fund Balance**  
**Fiscal Year Ended June 30, 2004**

		<b><u>Special Revenue Fund</u></b>
<b><u>REVENUES</u></b>		
Wheat Assessments		\$1,186,865
Royalties		3,532
Interest Income		55,346
Rental Income		<u>17,554</u>
Total Revenue		\$1,263,297
 <b><u>EXPENDITURES</u></b>		
Marketing	\$480,709	
Research	381,659	
Producer Information	395,815	
Education and Promotion	75,745	
Administration	353,543	
Capital Outlay	<u>1,221,665</u>	
Total Expenditures		<u>2,909,136</u>
Excess (Deficiency) of Revenues Over Expenditures		(\$1,645,839)
Beginning Fund Balance		<u>3,999,799</u>
Ending Fund Balance		<u><u>\$2,353,960</u></u>

**OTHER ISSUES.** We discussed other, less important issues which, if changed, would improve internal control, ensure compliance, or improve efficiency.

This report is intended solely for the information and use of the Idaho Wheat Commission and the Idaho Legislature and is not intended to be, and should not be, used by anyone other than these specified parties.

We thank the executive director, Blaine Jacobson, and his staff for their assistance and cooperation given to us during this audit.

**QUESTIONS CONCERNING THIS AUDIT SHOULD BE DIRECTED TO:**

Ray Ineck, CGFM, Supervisor, Legislative Audits

Thomas Haddock, CPA, CGFM, Managing Auditor

Report OP40604

<p>For a copy of the entire audit report , contact Legislative Services Office, Audit Division, State Capitol Building, 700 W. Jefferson Street, P.O. Box 83720, Boise, Idaho 83720-0054, or call 208-334-3540.</p>
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